This record is a partial extract of the original cable. The full text of the original cable is not available.

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      OIC-02
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FM AMEMBASSY HANOI TO SECSTATE WASHDC 8078 INFO AMCONSUL HO CHI MINH CITY AMEMBASSY PARIS ASEAN COLLECTIVE SECDEF WASHDC//ISA/ACHAO// USCINCPAC HONOLULU HI

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E.O. 12958: N/A

TAGS: PREL ETRD EAID PHUM PTER FR VM CONS
SUBJECT: GVN PRESIDENT REAFFIRMS STRONG RELATIONSHIP

WITH FRANCE

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A. PARIS 7928 B. HANOI 2209

- (SBU) SUMMARY. GVN OFFICIALS CHARACTERIZED PRESIDENT TRAN DUC LUONG'S OCTOBER 28-31 STATE VISIT TO FRANCE AS "SUCCESSFUL," MUCH ALONG THE LINES AS EMBASSY PARIS' EXCELLENT WRAP-UP (REF A). ACCORDING TO OFFICIALS HERE, FRANCE WOULD LIKE TO SEE VIETNAM "BE MORE FORCEFUL IN ITS OTHER ISSUES RAISED, IF BRIEFLY, INCLUDED HUMAN ERRORISM, AND ADOPTIONS. SEVERAL FRENCH REFORMS." RIGHTS, TERRORISM, AND ADOPTIONS. SEVERAL FRENCH MINISTERIAL VISITS ARE LIKELY TO OCCUR DURING 2003. SUMMARY.
- PRESIDENT LUONG'S TRIP TO FRANCE CAME AT THE TAIL END OF STATE VISITS TO IRAN, NAMIBIA, CONGO, AND ANGOLA FOLLOWING LUONG'S PARTICIPATION EARLIER IN OCTOBER IN THE NINTH SUMMIT OF FRENCH-SPEAKING NATIONS IN BEIRUT, LEBANON. HIS VISIT WAS THE FIRST BY A GVN STATE PRESIDENT SINCE FRANCE AND VIETNAM ESTABLISHED DIPLOMATIC RELATIONS IN 1973. LUONG'S LARGE ENTOURAGE INCLUDED ABOUT 100 GOVERNMENT AND BUSINESS OFFICIALS, INCLUDING FOREIGN MINISTER NGUYEN DY NIEN, HEAD OF THE PRESIDENTIAL OFFICE NGUYEN VAN CHIEN, MINISTER OF AGRICULTURE AND RURAL DEVELOPMENT LE HUY NGO, MINISTER OF TRADE TRUONG DING TUYEN, MINISTER OF HEALTH TRAN THI TRUNG CHIEN, MINISTER OF POST AND TELECOMMUNICATIONS DO TRUNG TA, AND REPRESENTATIVES FROM BOTH STATE-OWNED AND PRIVATE ENTERPRISES. LUONG SPENT MOST OF HIS TIME IN PARIS, BUT WENT TO LYON FOR A DAY'S VISIT TO A PHARMACEUTICAL COMPANY AND THE REGIONAL COUNCIL.
- 13. (SBU) FRENCH EMBASSY EMBOFF EMMANUEL FARCOT CLAIMED UNCLASSIFIED
- HANOI 02738 01 OF 03 130720Z THAT THE ABSENCE OF PREVIOUS STATE VISITS TO FRANCE OVER THE PAST THIRTY YEARS WAS NOT "PARTICULARLY UNUSUAL," GIVEN THAT ONLY "WITHIN THE LAST 10 YEARS" HAD VIETNAM AND FRANCE ENGAGED IN "MEANINGFUL" EXCHANGES AND PROGRAMS. PREVIOUS HIGH-EVEL VISITORS HAVE INCLUDED THEN-PRESIDENT MITTERAN IN 1993 AND PRESIDENT CHIRAC JUST BEFORE THE 197
 FRANCOPHONE SUMMIT IN HANOI. ON THE VIETNAMES SIDE, THEN-PRIME MINISTERS PHAM VAN DONG AND PIME MINISTER VO VAN KIET VISITED FRANCE IN 1977 ND 1993, RESPECTIVELY.

VITNAM A "PRIORITY"

14. (SU) ACCORDING TO FARCOT, FRANCE VIEWS VIETNAM AS A "PRIORITY" COUNTRY IN SOUTHEAST ASIA. FRENCH BILATERAL ASSISTANCE, WHICH AMOUNTED TO ABOUT USD 70 MILLION IN 2001, SUPPORTS PROJECTS IN: (1) LEGAL AND POLITICAL TRANSITION; (2) RESEARCH FOR EDUCATION MODERNIZATION; (3) RURAL DEVELOPMENT; AND, (4) POVERTY ALLEVIATION AND MEDICAL ASSISTANCE (REF B). MUCH OF FRANCE'S ODA IS IN THE FORM OF CONCESSIONAL LOANS, HOWEVER. FRANCE WILL LIKELY PROVIDE UP TO USD 30 MILLION IN THE NEAR FUTURE AS A "LOAN" FOR THE CONSTRUCTION OF THE PHU MY II POWER PLANT IN SOUTHERN VIETNAM.

15. (U) ON THE INVESTMENT SIDE, FRANCE RANKS SIXTH AMONG VIETNAM'S FOREIGN INVESTORS, WITH 120 PROJECTS CAPITALIZED AT ABOUT USD TWO BILLION. (NOTE: IN COMPARISON, THE U.S. RANKS 15TH, BUT MUCH US INVESTMENT COMES FROM US SUBSIDIARIES IN THE REGION AND SHOWS UP AS THIRD COUNTRY UNCLASSIFIED

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INVESTMENT, IN PARTICULAR FROM SINGAPORE. END NOTE). THERE
ARE NEARLY 200 FRENCH COMPANIES AND ENTERPRISES OPERATING IN
30 PROVINCES AND CITIES THROUGHOUT VIETNAM. FRENCH
INVESTMENTS FOCUS ON AVIATION (AIRBUS "COMPETES" WITH BOEING
FOR THE VIETNAM AIRLINES FLEET -- SEE PARA 9),
TELECOMMUNICATIONS, ENERGY, AND TOURISM. TWO-WAY TRADE IS
APPROXIMATELY USD 1.4 BILLION, WITH THE BALANCE (ABOUT 73
PERCENT) HEAVILY FAVORING VIETNAM. VIETNAM'S EXPORTS
INCLUDE FOOTWEAR, TEXTILES, AND AGRICULTURAL AS WELL AS FOOD
PRODUCTS, WHILE IT IMPORTS MACHINERY, APPLIANCES, AND
PHARMACEUTICALS FROM FRANCE.

16. (U) FRANCE AND VIETNAM STILL ENJOY SIGNIFICANT CULTURAL TIES. FRANCE PROVIDES SUPPORT FOR THE ANNUAL HUE FESTIVAL AS WELL AS A NUMBER OF OTHER CULTURAL EVENTS. THE NUMBER OF FRENCH TOURISTS HAS INCREASED FROM 25,000 IN 1992 TO 80,000 IN THE FIRST NINE MONTHS OF 2002, ACCORDING TO THE US-VIETNAM TRADE COUNCIL, MAKING FRANCE THE LARGEST SOURCE OF TOURISTS AMONG EU MEMBER STATES. FRANCE PROVIDES SCHOLARSHIPS FOR ABOUT 400 VIETNAMESE STUDENTS ANNUALLY. APPROXIMATELY 400,000 VIETNAMESE -- MAINLY OLDER PEOPLE -- STILL SPEAK FRENCH. HOWEVER, AS DR. BUI HUY KHOAT, DIRECTOR OF THE INSTITUTE OF EUROPEAN STUDIES OF THE NATIONAL CENTRE FOR SOCIAL SCIENCES AND HUMANITIES, OBSERVED, "OLDER PEOPLE LOOK TOWARDS FRANCE, THE MIDDLE AGED TOWARDS RUSSIA, AND THE YOUNGER GENERATION TOWARDS THE US."

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INFO	LOG-00 INL-00 EB-00 VC-00 L-00 OIC-02 P-00 USIE-00 DRL-02	NP-00 DOEE-00 EXME-00 FRB-00 VCE-00 OMB-01 SCT-00 ASDS-00 G-00	AID-00 ITCE-00 EUR-00 H-01 AC-01 OPIC-01 SP-00 EPAE-00 NFAT-00	CEA-01 DOTE-00 E-00 TEDE-00 DCP-01 PA-00 SSO-00 ECA-00 SAS-00	CIAE-00 SRPP-00 FAAE-00 INR-00 NSAE-00 PM-00 STR-00 PMB-00	COME-00 DS-00 FBIE-00 IO-00 NSCE-00 PRS-00 TEST-00 DSCC-00	CTME-00 MEDE-00 UTED-00 ITC-01 OES-00 ACE-00 TRSE-00 PRM-00			
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R 130704Z NOV 02 FM AMEMBASSY HANOI TO SECSTATE WASHDC 8079 INFO AMCONSUL HO CHI MINH CITY AMEMBASSY PARIS ASEAN COLLECTIVE SECDEF WASHDC//ISA/ACHAO// USCINCPAC HONOLULU HI

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17. (SBU) FRANCE'S RESIDENT VIETNAMESE COMMUNITY, NUMBERING ABOUT 300,000, ALSO MAINTAINS LINKS WITH VIETNAM. ACCORDING TO EMBOFF FARCOT, THE FRANCO-VIETNAMESE COMMUNITY IS IN GENERAL "FAVORABLY DISPOSED TOWARDS THE BILATERAL RELATIONSHIP." SPECIFICALLY, FARCOT CITED THE "CONSIDERABLE MORAL AND FINANCIAL SUPPORT" AMONG THESE RESIDENTS FOR THE ESTABLISHMENT F A FRENCH-VIETNAMESE UNIVERSITY IN HO CHI MINH CTY. HE OPINED THAT, SINCE MOST OF THE VIETNAMESE HAD LIVED IN FRANCE FOR A LONG TIME, THEY DIFFER FROM THE USBASED VIET KIEU COMMUNITY, WHICH IS COMPOSED MAINLY OF MORE RECENT REFUGEES.

- 18. (U) DURING HIS VISIT, LUONG HELD A NUMBER OF MEETINGS WITH SENIOR FRENCH OFFIALS, INCLUDING PRESIDENT CHIRAC, PRIME MINISTER JEAN PIERRE RAFFRIN, NATIONAL ASSEMBLY CHAIRMAN JEAN-LOUIS DEBRE, SENATE LEADER CHRISTIAN PONCELET, AND THE FRENCH PARLIAMENT'S EXTERNAL RELATIONS COMMITTEE CHAIRMAN AND FORMER PRIME MINISTER EDWARD BALLADUR.
- 19. (U) AGREEMENTS SIGNED DURING THE VISIT RELATED TO:
- --VIETNAM'S PURCHASE OF FIVE A-321 AIRBUS AIRCRAFT, VALUED AT ABOUT USD 213 MILLION;
- --ESTABLISHMENT OF A JOURNALISM TRAINING CENTER; -- CREATION OF A CENTER FOR INDUSTRIAL MAINTENANCE AT HANOI UNIVERSITY:

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- PAGE 03 HANOI 02738 02 OF 03 130720Z --TRAINING OF INSPECTORS AND MANAGERS IN THE EDUCATION PAGE 03 SECTOR;
- --A PROJECT ON WATER SUPPLY AND HYGIENE IN RURAL AREAS;
 --ESTABLISHMENT OF A FRENCH UNIVERSITY IN HO CHI MINH CITY;
 --COOPERATION IN SOCIAL SCIENCES;
- -A FEASIBILITY STUDY FOR RESTORING THE LONG BIEN BRIDGE IN
- --SUPPORT FOR THE SECOND PHASE OF THE VIETNAM-FRANCE
- DIALOGUE FORUM ON ECONOMY AND FINANCE; AND, --A FRAMEWORK AGREEMENT ON COOPERATION FOR STANDARDIZING HOSPITAL TREATMENT.
- 110. (U) TRINH DUC DU, MFA'S EUROPE II DIRECTOR, SAID THAT PRESIDENT CHIRAC HAD CONFIRMED TO PRESIDENT LUONG THAT FRANCE "HIGHLY APPRECIATES" THE BILATERAL RELATIONSHIP.
 ALSO ASSURED LUONG OF FRANCE'S CONTINUED FOR SUPPORT FOR VIETNAM'S ACCESSION TO THE WTO, A REMARK WIDELY REPORTED IN THE VIETNAMESE PRESS. DU NOTED THAT FRANCE HAD AGREED TO SUPPORT VIETNAM IN ITS BID FOR A UN SECURITY COUNCIL NON-PERMANENT SEAT IN 2008-2009.

PUSHING REFORM

- AT THE STATE DINNER FOR PRESIDENT LUONG PRESIDENT CHIRAC CALLED ON VIETNAM "TO BE MORE AUDACIOUS" IN ITS REFORM EFFORTS, ESPECIALLY IN LIGHT OF INCREASING GLOBALIZATION PRESSURES, ACCORDING TO MEDIA. (THIS COMMENT WAS NOT REPORTED IN THE STATE-CONTROLLED VIETNAMESE PRESS, HOWEVER.) EMBOFF FARCOT NOTED THAT "WE CONTINUE TO PUSH UNCLASSIFIED
- PAGE 04 HANOI 02738 02 OF 03 130720Z VIETNAM TO ACCELERATE ITS ECONOMIC REFORMS," ESPECIALLY GIVEN THAT "SOME ELEMENTS" OF THE FRENCH BUSINESS COMMUNITY REMAIN "NERVOUS" ABOUT INVESTING IN VIETNAM. AT THE TIME OF THE VISIT, A FRENCH PRESS REPORT CITED VIETNAM'S BUREAUCRACY, CORRUPTION, AND THE "WEIGHT OF THE STATE" AS FACTORS DRIVING AWAY POTENTIAL INVESTORS. DR.KHOAT SAID SEPARATELY THAT PRESIDENT LUONG "WAS NOT SUPPRISED TO HEAR CHIRAC'S COMMENT." DR. KHOAT, WHILE CALLING THE CONCERNS OF POTENTIAL FRENCH INVESTORS "UNDERSTANDABLE," NOTED THAT VIETNAM "CAN THANK FRANCE FOR SOME OF THE WORST ASPECTS OF THE FRENCH BUREAUCRACY."

HUMAN RIGHTS

112. (SBU) EMBOFF FARCOT SAID THAT THE FRENCH PARLIAMENTARIANS RAISED THE ISSUE OF HUMAN RIGHTS AND PRESENTED THE GVN DELEGATION WITH A LIST OF "PRISONERS OF CONCERN" PREPARED BY THE FRENCH EMBASSY. HE NOTED THAT, WHILE FRANCE DOES NOT HAVE A SEPARATE HUMAN RIGHTS DIALOGUE WITH VIETNAM, FRANCE "FULLY SUPPORTS" THE EU'S EFFORTS IN THIS AREA. THE MFA'S DU AND DR. KHOAT SAID SEPARATELY THAT HUMAN RIGHTS AND DEMOCRACY WERE MENTIONED ONLY BRIEFLY DURING THE VISIT, HOWEVER.

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	EB-00	EXME-00	EUR-00	E-00	FAAE-00	FBIE-00	UTED-00
	VC-00	FRB-00	H-01	TEDE-00	INR-00	IO-00	ITC-01
	L-00	VCE-00	AC-01	DCP-01	NSAE-00	NSCE-00	OES-00
	OIC-02	OMB-01	OPIC-01	PA-00	PM-00	PRS-00	ACE-00
	P-00	SCT-00	SP-00	SSO-00	STR-00	TEST-00	TRSE-00
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	DRL-02	G-00	NFAT-00	SAS-00	/011W		

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TERRORISM

13. (U) BOTH SIDES STATED THEIR COMMITMENT TO FIGHTING TERRORISM. DURING THE VISIT, VIETNAM REITERATED ITS OFT-STATED POSITION THAT ANTI-TERRORISM MEASURES AND INTERNATIONAL COOPERATION MUST CONFORM TO THE UN CHARTER AND FUNDAMENTAL PRINCIPLES OF INTERNATIONAL LAW. ACCORDING TO A VIETNAMESE PRESS REPORT, LUONG SPECIFICALLY "PROTESTED" ANY ANTI-TERRORISM ACTIONS THAT "INTERFERE WITH THE INTERNAL AFFAIRS OF INDEPENDENT COUNTRIES."

ADOPTIONS

- (SBU) WHILE NOT REPORTED IN THE STATE-ONTROLLED LOCAL MEDIA, THE ISSUE OF ADOPTIONS ALSO CAME UP DURING THE VISIT, EMBOFF FARCOT AND DR. KHOAT SAID SEPARATELY. IT IS AN "EMOTIONAL" ISSUE IN FRANCE, ACCORDING TO FARCOT, WHO NOTED THAT, IN THE LATE 1990S, THE FRENCH GOVERNMENT BECAME THAT, IN THE LATE 1990S, THE FRENCH GOVERNMENT BECAME
 CONCERNED OVER STORIES ABOUT BABY TRAFFICKING AND CORRUPTION
 IN THE ADOPTION PROCESS. THE TWO GOVERNMENTS SUBSEQUENTLY
 SIGNED A BILATERAL AGREEMENT, THE RESULT OF WHICH WAS TO
 BRING THE ADOPTION PROCESS VIRTUALLY TO A HALT, MUCH TO THE CHAGRIN OF PROSPECTIVE PARENTS IN FRANCE. EMBOFF FARCOT CONFIRMED THAT ONLY "10-15 BABIES WERE ADOPTED BY FRENCH CITIZENS THIS PAST YEAR." DR. KHOAT EXPLAINED THAT THE AGREEMENT WAS DESIGN TO REDUCE THE INFLUENCE OF PROVINCIAL AUTHORITIES OVER THE ADOPTION PROCESS AND TO ELIMINATE UNCLASSIFIED
- HANOI 02738 03 OF 03 130721Z PAGE 03 "CONTRIBUTIONS" MADE DIRECTLY FROM ADOPTION MIDDLEMEN TO VIETNAMESE PROVINCIAL AGENCIES AND ADOPTION INSTITUTIONS. EMBOFF FARCOT SEPARATELY CLAIMED THAT PROVINCIAL AUTHORITIES HAD PUT UP "MANY ROADBLOCKS" IN THE WAKE OF THE AGREEMENT. (NOTE: CURRENTLY, ADOPTIVE PARENTS FROM MANY OTHER COUNTRIES CAN MAKE SUCH "CONTRIBUTIONS." AS A RESULT, AT THE PROVINCIAL LEVEL BABIES ARE NOW BEING DIRECTED TOWARDS THOSE PARENTS AND AWAY FROM FRENCH PARENTS. ACCORDING TO A 2001 GVN DECREE, ALL COUNTRIES ARE REQUIRED TO HAVE A BILATERAL ADOPTION AGREEMENT WITH VIETNAM BY JANUARY 2003. THIS SHOULD EVENTUALLY RE-LEVEL THE PLAYING FIELD. END NOTE.)

WHAT'S NEXT?

(SBU) EMBOFF FARCOT SAID "SEVERAL" MINISTERIAL VISITORS AR EXPECTED IN 2003, INCLUDING THE MINISTERS OF TRADE, AGRICULTURE, AND JUSTICE. THE MFA'S DU CLAIMED NOT TO KNOW OF ANY SPECIFIC PLANS FOR FUTURE SENIOR-LEVEL GVN DELEGATIONS TO FRANCE, BUT NOTED SOME VISITS ARE "LIKELY" IN BOTH DIRECTIONS. BURGHARDT

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